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**Herbert Nagourney** Executive Vice President

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Dr. Joshua Lederberg President The Rockefeller University 1230 York Avenue New York, N. Y. 10021

Dear Dr. Lederberg:

I have sent you a set of our just published SDL Index to Artificial Intelligence. While it is too early for reviews, advance comments from academics and information specialists have been enthusiastic. Equally important, sales in the U.S. have been good and we've sold over 100 sets to a Japanese distributor. I hope that you will share our pride in publishing the SDL Index as well as enjoy owning a set.

You will be receiving shortly our 10K for fiscal year ending March 31, 1985 which should give you a concise report on Comtex and its various activities. Of greatest significance were revenues of \$1,824,014 for 1985 as compared with revenues of \$472,099 for 1984. I'm sorry to say that in spite of the dramatic increase in revenues, we still sustained a loss of \$556,877 - primarily as a result of \$292,892 amortization charges for the U.P.I. transaction, depreciation of \$153,427 on computer equipment and increased promotion and marketing costs.

For the quarter ended June 30, 1985, the Scientific DataLink division made a significant contribution to the company and operated in the black. I am enclosing a list of customers for both SDL Artificial Intelligence Collections and the SDL Index. If any obvious omissions come to mind, please let me know.

Finally, though the company is clearly on the road to profitability, this has not been reflected in the price of our shares. It is my opinion that the reason is directly the result of uncertainties surrounding U.P.I. We will keep you advised on any significant developments in this regard.

I want to thank you for being a member of our Scientific Advisory Board and hope that you will visit with us when it is convenient for you. As always, your comments and suggestions will be welcomed.

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Nagourney